

SENATE BILL 2606  
By McNally

AN ACT to amend Tennessee Code Annotated, Section 67-6-103, relative to distribution of sales and use tax receipts.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-6-103, is amended by adding a new subsection thereto, as follows:

(j)

(1) Notwithstanding the allocations provided for in subsection (a), there shall be apportioned and distributed to any municipality in which there is a public museum whose primary focus is the history of atomic energy which has had an annual budget of at least one million dollars (\$1,000,000) in each of the proceeding five (5) years, an amount equal to one half the amount of state and local sales taxes derived from sales occurring within any parcel contiguous to such parcel. Such amount distributed to the county shall be exclusively for operational expenses of such public museum to the same extent that such county may pledge any revenues of the county.

(2)

(A) Notwithstanding any provision of this subsection to the contrary, no portion of the revenue derived from the increase in the rate of sales and use tax allocated to the educational purposes pursuant to Section 9, Chapter 529 of the Public Acts of 1992, and no portion of the revenue derived from the increase in the rate of sales and use tax from six percent (6%) to seven percent (7%) pursuant to Section 4, Chapter

856 of the Public Acts of 2002, shall be apportioned and distributed pursuant to this subsection. All such revenue shall continue to be allocated as provided in Chapter 529 of the Public Acts of 1992 and Chapter 856 of the Public Acts of 2002.

(B) Notwithstanding any provision of this subsection to the contrary, prior to any annual distribution pursuant to subdivision (1), an amount equal to the state sales and use taxes collected within such area in fiscal year 2004-2005 shall be deposited in the treasury and allocated as otherwise provided by law.

SECTION 2. This act shall become operative only if the estimated cost of software changes necessary to implement the provisions of this act are paid to the department of revenue by the City of Oak Ridge. Such payment shall be made prior to any expenditure of funds by the state. The department shall return any unused portion of the estimated cost to the City of Oak Ridge within thirty (30) days of completion of the software changes necessary to implement the provisions of this act. If the actual cost exceeds the estimated cost, an amount equal to the difference in such costs shall be remitted to the department by the City of Oak Ridge within thirty (30) days of receiving an itemized invoice of the actual cost from the department.

SECTION 3. This act shall take effect July 1, 2006, the public welfare requiring it.